

JUNE 2001 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>June 2001</u>	Fiscal Year <u>Total</u>
Individual Income Tax		
Net Collections	\$181,486,270	\$1,904,299,349
Percent Change	(18.8%)	(0.4%)
Corporate Income Tax		
Net Collections	\$67,397,058	\$541,173,595
Percent Change	(31.4%)	3.4%
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$252,344,540	\$2,982,824,755
Change	2.1%	5.9%
Total Big Three Tax Types		
Net Collections	\$501,227,868	\$5,428,297,699
Percent Change	(11.9%)	3.4

TAX FACTS

June 2001

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	June 2001	June 2000	% Change
Gross Collections	\$80,393,624	\$80,134,600	0.3
Withholding	194,756,880	201,450,895	(3.3)
Refunds	(60,626,514)	(26,653,704)	127.5
Urban Revenue Sharing	(33,037,720)	(31,475,916)	5.0
Net Collections	\$181,486,270	\$223,455,875	(18.8)
	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% Change
Gross Collections	\$848,405,637	\$817,545,878	3.8
Withholding	2,360,635,399	2,253,705,597	4.7
Refunds	(908,289,047)	(781,922,555)	16.2
Urban Revenue Sharing	(396,452,640)	(377,710,989)	5.0
Net Collections	\$1,904,299,349	\$1,911,617,932	(0.4)

Included in the refund amounts above are refunds relating to the alternative fuel vehicle income tax credit. In April, May and June, \$71,126,781 in alternative fuel vehicle credits were processed. After offsetting \$12.1 million in tax liability, refunds for this credit totaled \$59,019,652. This amount does not include withholding and estimated payments returned to taxpayers because their liability was covered by the alternative fuel vehicle credit. Additional refunds were paid out of corporate income tax.

Individual Income Tax Document Count

In calendar year 2000, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	OTHER	TOTAL
#	38,571	1,334,940	74,284	107,508	57	41,476	332,144	15,867	185,561	1	2,130,409
%	1.8	62.7	3.5	5.0	0.0	1.9	15.6	0.7	8.7	0.0	

In calendar year 2001 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	OTHER	TOTAL
#	28,974	1,309,678	61,030	102,473	4	39,939	305,096	14,585	178,321	0	2,040,100
%	1.4	64.2	3.0	5.0	0.0	2.0	15.0	0.7	8.7	0.0	

The 2,040,100 returns filed through June 2001 compares to 1,962,903 returns filed during the same period of time in 2000 for an annual increase of 3.9%. This count represents multiple tax years. For tax year 2000 filed in 2001, 1,985,319 returns have been filed, this represents a 4.1% increase from 1999 returns filed in 2000 during the same period of time.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made from taxpayers who have filed for both calendar years to be compared and who have indicated the same marital status on the tax returns for both years. The Department of Revenue has received 1,387,462 returns in calendar year 2001 for tax year 2000 from filers who also have returns on record from calendar year 1999 with the same marital status. On average, these filers experienced a 6.7% growth in FAGI and an 8.3% increase in tax liability. More specifically, 32.7% of these filers experienced a decrease in tax liability; on average a decrease of 40.6% with a

corresponding average decrease in FAGI of 23.0%. Filers showing an increase in tax liability totaled 794,590 or 57.3%, with an average FAGI increase of 30.2% and an average tax liability increase of 55.3%.

Average Individual Income Tax Refund

Beginning with calendar year 2001 taxpayers that opt to file their returns electronically were given the option to direct deposit their refund. The figures shown below for calendar year 2001 include direct deposits.

	Average	Number
2001 CYTD	\$623.80	1,278,586
2000 CYTD	\$538.07	1,256,904
% Change	15.9%	1.7%

"New" Filers in Calendar Year 2001

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 2001. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 229,315 "new" returns have been filed thus far in 2001, representing approximately 273,541 persons, not including dependents. The average Federal Adjusted Gross Income for these 229,315 returns is \$19,177, with an average tax liability of \$328. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 18.4% had a married filing joint filing status, 7.5% claimed a 65 And Over Exemption and 31.5% claimed dependents.

Individual Income Tax Estimated Payments

Beginning in 1990, individuals are required to make estimated payments to Arizona if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. The total estimated payments on the 140ES for tax year 1999 was \$344.6 million, for an average of \$1,684. A total additional \$57.2 million in estimated payments was received as refunds on the 1998 tax returns applied to 1999 estimates, for an average of \$1,712. The data source for estimated payments received during tax year 2001 is under review. No further information is available at this time.

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from September 1998 through December 1999, \$534,654,558 was received for the fourth quarter of 1998. The latest complete quarter (15 months of information has been compiled) is the second quarter of 2000, which shows a growth rate of 10.6% in withholding payments over the second quarter of 1999. Growth in quarters for which information is still being gathered is as follows:

3 rd Quarter 2000	6.6%	1 st Quarter 2001	3.5%
4 th Quarter 2000	5.6%	2 nd Quarter 2001	3.9%

The comparisons made above were against the same number of months of collections in the previous year. In other words, the ninth month of information available for the fourth quarter of 2000 was compared against the ninth month of collections for the fourth quarter of 1999. Current choices for withholding are 0%, 10%, 17%, 20%, 22%, 28% or 32% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Property Tax Credits

Arizona allows a refundable property tax credit if you are age 65 or older or if you received Title 16, SSI payments. Additionally, your household income must be below \$3,751 if you live alone, or \$5,501 if you live with another person, to qualify for this credit. The maximum credit is \$502.

	Number	Amount	Average
Calendar Year 2001	14,315	\$4,564,309	\$318.85
Calendar Year 2000	15,460	\$4,859,218	\$314.31
% Change	7.4%	6.1%	1.4%

Clean Elections

As a result of the November 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. Since the voter approval was not validated by the Federal Elections Commission until mid 1999, the 1998 tax forms did not carry these options. For tax year 1999, filed in 2000 and later, these options are available.

	June 2001	Year to Date
Check Off	\$361,149	\$2,277,233
Voluntary Donation	\$10,697	\$55,654
Number of Returns	41,438	302,516

Contributions on the Individual Income Tax Return

Through June 2001, individual income tax return filers have made the following contributions:

	Number	Amount	Average
Wildlife	10,258	\$163,711	\$15.96
Child Abuse	11,823	\$191,495	\$16.20
Special Olympics	5,455	\$76,433	\$14.01
Neighbors Helping	3,148	\$39,859	\$12.66
AID to Education	445	\$23,908	\$53.73
Domestic Violence Shelter	8,439	\$131,292	\$15.56
Democratic Party	649	\$12,788	\$19.70
Republican Party	496	\$13,878	\$27.98
Libertarian Party	95	\$2,073	\$21.82
Reform Party	3	\$35	\$11.67
Green Party	182	\$2,473	\$13.59
Natural Law	7	\$131	\$18.71

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	June 2001	June 2000	% Change
Gross Collections	\$73,780,144	\$107,346,726	(31.3%)
Refunds	(\$6,383,086)	(\$9,170,854)	(30.4%)
Net Collections	\$67,397,058	\$98,175,872	(31.4%)

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% Change
Gross Collections	\$677,110,776	\$635,889,257	6.5%
Refunds	(\$135,937,181)	(\$112,707,694)	20.6%
Net Collections	\$541,173,595	\$523,181,563	3.4

Included in the refund amounts above are refunds relating to the alternative fuel vehicle income tax credit. In April, May and June, \$7,411,033 in alternative fuel vehicle credits were processed. After offsetting \$70,244 in tax liability, refunds for this credit totaled \$7,340,789. This amount does not include estimated payments returned to taxpayers because their liability was covered by the alternative fuel vehicle credit. Additional refunds were paid out of individual income tax.

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

June 2001	\$64,789,988	Calendar Year Total	\$198,400,091
June 2000	<u>\$101,714,938</u>	Calendar Year Total	<u>\$240,894,072</u>
% Change	(36.3%)	% Change	(17.6%)

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment, for June 2001 and for the fiscal year.

Size of Payment	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
June 2001	538	65	84	10	6	0	703	(7.0)
June 2000	555	79	92	12	18	0	756	
CY 2001	1,567	183	207	37	22	0	2,016	(4.9)
CY 2000	1,584	225	235	40	35	0	2,119	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 00/01 by corporate fiscal year. For example, in FY 00/01, 9.7% of the refund dollars paid were for corporate fiscal years ending in 1996 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	95 & Prior	96	97	98	99	00
FY 99/00	5.0%	1.5%	4.4%	62.8%	26.1%	0.3%
Corporate Fiscal Year-End:	96 & Prior	97	98	99	00	01
FY 00/01	12.5%	5.9%	3.0%	65.0%	13.4%	0.1%

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table present information on refunds applied as estimated payments in the most recent month and for the calendar year.

June 2001	\$5,850,703	Calendar Year Total	\$27,135,658
June 2000	<u>\$4,578,400</u>	Calendar Year Total	<u>\$24,874,532</u>
% Change	27.8%	% Change	9.1%

Corporate Income Tax Document Count

The Arizona Department of Revenue received 95,415 corporate returns showing a fiscal year-end of 1999. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	352	45,142	46,163	342	6,544
%	0.4	54.6	44.6	0.3	6.6

Through June 2001, 64,493 documents have been received for a fiscal year-end of 2000, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	99	25,803	30,553	225	7,813
%	0.2	40.0	47.4	0.3	12.1

The figures shown above for the 2000 returns are most meaningful when compared to 1999 returns received during the same period of time in the previous year. Through June 2000, the Arizona Department of Revenue received 38,563 documents with a fiscal year-end of 1999. This represents a 67.2% increase in the number of corporate returns received at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed is 15.0% of net income tax collections two years earlier. For example, the money being distributed in Fiscal Year 2000/01 is based on net income tax collections in Fiscal Year 1998/1999. Amounts returned for June 2001 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many categories of tax. These categories include retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non shared. In contrast, contracting is 20% distribution base and 80% non shared. Due to new legislation, mining severance is now 100% distribution base. Use tax is 100% non shared.

At the close of each month, the computer aggregates transaction privilege and severance tax collections by category and calculates total distribution base and non shared portions. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. The "Education Tax" below represents a new category beginning with June 2001 collections. This category is in accordance with prop 301 resulting in an additional 0.6% education tax being added to most business classifications. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	June 2001	June 2000	% change
Distribution Base	\$106,971,964	\$104,828,049	2.0
Non shared	202,418,556	195,949,443	3.3
Use Tax	13,087,256	15,279,754	(14.3)
Education Tax	100,682	0	N/A
Other Revenues	42,418,831	37,657,630	12.9
Total Collections	\$364,997,290	\$353,714,875	3.2

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% change
Distribution Base	\$1,248,485,639	1,195,140,016	4.5
Non shared	2,356,788,664	2,230,332,220	5.7
Use Tax	196,887,927	176,566,264	11.5
Education Tax	100,682	0	N/A
Other Revenues	482,056,609	438,786,286	9.9
Total Collections	\$4,284,319,522	\$4,040,824,786	6.0

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non shared revenue and use tax is deposited into the general fund. Therefore, the "Retained By State" figure presented below includes all non shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. The Education tax is distributed in accordance with prop 301. "Other" revenues are returned to the administering authority.

	June 2001	June 2000	% change
Retained by State	\$252,344,540	\$247,172,117	2.1
Returned to Counties	43,368,915	42,597,121	1.8
Returned to Cities	26,764,321	26,288,007	1.8
Education Tax	100,682	0	N/A
Other	42,418,831	37,657,630	12.9
Total Collections	\$364,997,290	\$353,714,875	3.2

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% change
Retained by State	\$2,982,824,755	\$2,817,525,828	5.9
Returned to Counties	506,661,075	485,126,158	4.4
Returned to Cities	312,676,402	299,386,513	4.4
Education Tax	100,682	0	NA
Other	482,056,609	438,786,286	9.9
Total Collections	\$4,284,319,522	\$4,040,824,786	6.0

Transaction Privilege and Severance Tax Collections By Class

	Tax Rate	June 2001	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	5%	\$273,142	(34.3)	\$4,295,507	51.7
Non-Metal Mining/Oil & Gas	3.125%	676,455	12.7	7,026,066	15.9
Utilities	5%	23,284,800	5.0	290,714,126	10.4
Communications	5%	11,099,881	0.5	143,504,443	17.0
Railroads/Aircraft	5%	155,440	37.4	2,637,281	60.4
Private Car/Pipelines	5%	23,911	(16.6)	774,283	175.9
Publishing	5%	518,835	8.0	6,223,124	10.8
Printing	5%	1,645,906	(9.6)	20,146,692	(3.8)
Restaurants/Bars	5%	27,698,294	3.4	315,041,008	5.4
Amusements	5%	3,286,668	22.0	38,041,880	0.3
Commercial Lease	0%	37,152	(60.8)	3,883,181	(73.3)
Rental of Personal Property	5%	15,420,597	5.9	182,927,462	7.2
Contracting	3.75% - 5%	51,188,145	8.2	562,526,884	3.7
Feed Wholesale	Repealed	(255)	N/A	(195)	N/A
Retail	5%	165,100,871	1.5	1,914,116,656	5.2
Advertising	0	0	N/A	0	N/A
Mining Severance	2.5%	162,085	(73.7)	4,217,380	(65.0)
Timber Severance	\$2.13/\$1.51 per 1000 board ft	372	(56.7)	1,095	(91.5)
Hotel/Motel	5.5%	8,248,514	(8.2)	102,905,472	2.9
Membership Camping	5%	5,463	56.7	121,018	71.5
Use/Use Inventory	5%	13,087,255	(14.3)	196,887,928	11.5
Rental Occupancy Tax	3%	13,530	13.8	146,903	31.1
Agriculture Equipment	0	0	N/A	12,127	N/A
Jet Fuel Tax	\$.0305/\$.0105 gal	528,296	51.6	5,872,382	13.0
Telecommunications Devices:	1.1				
Telecom. Fund for the Deaf	----	559,525	37.2	5,514,542	11.2
Poison Control Fund	----	206,948	37.2	2,039,625	11.2
911 Excise	1.25%	949,291	42.1	9,201,049	17.3
911 Wireless Service	\$0.10 monthly per activated service	198,480	29.5	2,136,015	41.7
Total		\$324,369,598	2.2	\$3,820,913,936	5.6

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the Department.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	June 2001	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	\$5,462,842	(34.3)	\$85,910,143	51.7
Non-Metal Mining/Oil & Gas	21,646,557	12.8	224,834,097	15.9
Utilities	465,696,002	5.0	5,814,282,521	10.4
Communications	221,997,615	0.5	2,870,088,870	17.0
Railroads/Aircraft	3,108,791	37.4	52,745,618	60.4
Private Car/Pipelines	478,210	(16.6)	15,485,669	175.9
Publishing	10,376,704	8.0	124,462,487	10.8
Printing	32,918,116	(9.6)	402,933,841	(3.8)
Restaurants/Bars	553,965,870	3.4	6,300,820,165	5.4
Amusements	65,733,356	22.0	760,837,607	0.3
Commercial Lease	2,386,001	(69.5)	182,691,438	(72.3)
Rental of Personal Property	308,411,942	5.9	3,658,549,237	7.2
Contracting	1,023,762,891	8.2	11,247,730,162	3.7
Feed Wholesale	(54,281)	(390.1)	(41,648)	N/A
Retail	3,302,017,419	1.5	38,282,337,115	5.2
Advertising	0	N/A	0	N/A
Mining Severance	6,483,388	(73.7)	168,695,209	(65.0)
Timber Severance	209	N/A	343	N/A
Hotel/Motel	149,972,980	(8.2)	1,871,008,576	2.9
Membership Camping	109,253	56.7	2,420,361	71.5
Use/Use Inventory	260,804,689	(14.5)	3,922,952,933	11.6
Rental Occupancy Tax	450,984	13.8	4,896,781	29.6
Agriculture Equipment	0	N/A	1,212,738	N/A
Total	\$6,435,729,538	1.8	\$75,994,854,261	4.9

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table, are not elements of calculated taxable income and therefore, are not included in the above table. The Use/Use Inventory category shown above does not include jet fuel use tax. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. A comparison can be made of gallons of jet fuel on which Arizona jet fuel tax or jet fuel use tax was paid. In June 2001, 18,862,937 gallons of jet fuel were taxed, a 24.5% increase from the 15,153,581 reported for June 2000. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

Accounting Credit

Effective to taxable periods beginning from and after July 1, 1995, a credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. The amount of accounting credits claimed in June 2001 was \$1,552,715 a 2.1% increase from the \$1,520,188, claimed in June 2000. Accounting credits claimed-to-date in FY 00/01 equals \$16,636,653 a 2.4% increase from the \$16,243,263 a claimed during the same period in FY 99/00.

¹These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) Code ranges are an indicator of business occurring for that type of retail sale. Certain limitations must be understood when using this information.

The Department of Revenue assigns a SIC code to a business based on its primary type of business activity. A grocery store would be assigned a SIC code of 5411. A business that deals primarily with dairy products would have a SIC code of 5451. A problem arises with businesses which derive revenue from multiple business activities. For example, a store like Fry's might be considered both a grocery store and a department store; however, all revenue would be reported under only one of the two possible codes. In summary, an accurate description of what this information represents would be: "These figures represent taxable retail sales for those businesses which have a primary SIC code falling within one designated range."

If the taxable sales for these ranges were added together, the total would not equal retail taxable sales. This is again due to the primary SIC code assignment. There are businesses making retail sales which do not have a primary retail SIC code.

<u>SIC Code</u> <u>Range</u>	<u>Description</u>	<u>June 2001</u>	<u>June 2000</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$198,878,320	\$183,408,566	8.4
5311-5399	general merchandise stores	317,042,298	303,035,009	4.6
5411-5499	food stores (no food sales)	264,618,982	289,543,640	(8.6)
5511-5521	motor vehicle dealers	718,049,609	620,012,654	15.8
5531-5599	misc. automotive, motorcycle & boat stores	144,003,999	174,075,024	(17.3)
5611-5699	apparel & accessory stores	192,977,483	181,832,332	6.1
5712-5733	furniture, home furnishings & equipment stores	162,297,841	169,234,793	(4.1)
5912-5949	misc. retail stores	206,771,768	214,454,281	(3.6)
TOTAL		\$3,302,017,419	\$3,251,661,200	1.5

<u>SIC Code</u> <u>Range</u>	<u>Description</u>	<u>FY 2001</u>	<u>FY 2000</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$2,094,235,033	\$1,995,314,823	5.0
5311-5399	general merchandise stores	3,876,525,915	3,780,208,411	2.5
5411-5499	food stores (no food sales)	3,028,465,079	2,888,517,560	4.8
5511-5521	motor vehicle dealers	7,003,911,102	6,451,600,821	8.6
5531-5599	misc. automotive, motorcycle & boat stores	1,861,883,103	1,867,269,118	(0.3)
5611-5699	apparel & accessory stores	2,383,948,153	2,183,224,586	9.2
5712-5733	furniture, home furnishings & equipment stores	2,051,044,275	2,004,367,158	2.3
5912-5949	misc. retail stores	2,654,006,132	2,657,024,297	(0.1)
TOTAL		\$38,282,337,115	\$36,402,351,239	5.2

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for June 2001 is shown in the County Share column.

	Dist. Base Collections	County Share	% of Total	FYTD County Share	% Chg
Apache	\$197,308	\$321,089	0.7	\$4,445,431	(18.8)
Cochise	1,507,328	771,153	1.8	9,594,853	4.0
Coconino	2,879,312	1,211,121	2.8	13,978,277	1.0
Gila	756,744	370,297	0.9	4,443,907	14.5
Graham	345,775	203,297	0.5	2,462,319	2.1
Greenlee	249,004	252,190	0.6	3,003,364	(3.1)
La Paz	249,607	128,577	0.3	1,495,379	0.6
Maricopa	73,343,875	27,842,400	64.2	322,426,596	5.2
Mohave	2,576,868	1,132,342	2.6	13,012,998	0.6
Navajo	1,526,971	692,263	1.6	7,932,049	2.4
Pima	15,794,468	6,547,522	15.1	79,516,016	4.3
Pinal	1,649,304	1,093,509	2.5	12,511,593	8.0
Santa Cruz	638,372	279,759	0.6	3,346,986	5.2
Yavapai	3,243,100	1,482,081	3.4	16,629,439	2.9
Yuma	2,013,929	1,041,316	2.4	11,861,866	4.4
Total	\$106,971,964	\$43,368,915		\$506,661,075	4.4

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for June 2001 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during May 2001 and returned to the counties. County taxes in all but Coconino County are imposed at 10% of the state transaction privilege tax rate. Coconino's Excise Tax is 10% of the state rate, and its Jail Tax is 6% of the state rate. The stadium tax was imposed at 5% of the state rate. This rate completed its run in December 1997. Collections received now should be for prior periods. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax	Capitol Projects	Tourism Authority
Apache		\$60,270							
Cochise		\$436,954							
Coconino		\$784,528	\$468,520						
Gila	\$231,137	\$226,872					\$0		
Graham		\$99,288							
Greenlee		\$53,923							
La Paz		\$75,884	\$75,927						
Maricopa	\$22,273,615		\$8,301,562	\$616,390	\$8,690				\$1,293,695
Mohave		\$370,212							
Navajo		\$436,481							
Pima				\$137,377		\$7,213			
Pinal	\$536,581	\$525,701							
Santa Cruz		\$183,205							
Yavapai		\$960,780	\$382,382						
Yuma		\$584,324	\$583,434					\$568,237	

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in June 2001. The table compares the receipts to June 2000 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	June 2001	June 2000	% Change
Spirituos	\$1,741,259	\$1,609,011	8.2
Vinous	635,303	582,322	9.1
Malt	1,856,205	1,933,053	(4.0)
Cigarette	14,498,681	13,662,970	6.1
Other Tobacco	314,010	304,985	3.0
Tobacco Licenses	1,275	100	1175.0
Total	\$19,046,733	\$18,092,441	5.3

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% Change
Spirituos	\$21,327,540	\$20,587,605	3.6
Vinous	8,477,493	9,026,326	(6.1)
Malt	21,602,321	21,309,231	1.4
Cigarette*	154,562,374	155,753,410	(0.8)
Other Tobacco	3,469,758	3,668,347	(5.4)
Tobacco Licenses	8,600	7,175	19.9
Total	\$209,448,087	\$210,352,094	(0.4)

*Through June 2001, \$384,593 of Cigarette and Tobacco tax collections has been allocated for administrative expenses and is not reflected in fiscal year collections.

General Fund revenues from luxury taxes:

	June 2001	FY (00/01)
Spirituos	\$1,218,881	\$14,929,278
Vinous	158,474	2,114,053
Malt	464,051	5,400,579
Cigarette	3,910,920	42,578,470
Other Tobacco	48,671	537,813
Tobacco Licenses	1,275	8,600
Total	\$5,802,273	\$65,568,793

Other dedicated revenues from luxury taxes:

	June 2001	FY (00/01)
Correction Fund revenues	\$2,477,397	\$25,501,452
Health Care Fund revenues	9,969,005	108,709,176
Wine Promotional Fund revenues	1,408	21,278
Drug Treatment & Education Fund revenues	570,106	6,903,464
Corrections Revolving Fund revenues	226,545	2,743,924

Estate Tax

	June 2001	\$4,125,413	Fiscal year To Date	\$74,651,783
	June 2000	\$6,978,747	Fiscal year To Date	\$80,644,330
% Change		(40.9%)	% Change	(7.4%)

Private Car

	June 2001	\$0	Fiscal year To Date	\$1,349,685
	June 2000	\$0	Fiscal year To Date	\$1,476,728
% Change		N/A	% Change	(8.6%)

Bingo

	June 2001	\$33,046	Fiscal year To Date	\$634,384
	June 2000	\$46,142	Fiscal year To Date	\$677,036
% Change		(28.4%)	% Change	(6.3%)

Unclaimed Property

	June 2001	(\$14,681,722)	Fiscal year To Date	\$4,309,756
	June 2000	(\$14,788,291)	Fiscal year To Date	\$4,081,173
% Change		(0.7%)	% Change	5.6%

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

TABLE 1
“New” Returns Filed in 2001 for Tax Year 2000
Through June 2001

Federal Adjusted Gross Income Bracket	Number of Returns	% of Total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
Negative FAGI	1,070	0.5%	-\$19,276	\$1	19.6%	72.1%	5.2%	3.0%	16.0%	10.4%
\$0-\$5,000	51,781	22.6%	\$2,747	\$1	2.8%	87.6%	8.7%	0.9%	2.5%	11.8%
\$5,000-\$10,000	50,506	22.0%	\$7,368	\$31	6.5%	72.8%	19.3%	1.4%	5.6%	25.9%
\$10,000-\$15,000	34,801	15.2%	\$12,372	\$97	13.7%	54.5%	29.8%	1.9%	9.1%	39.7%
\$15,000-\$20,000	25,541	11.1%	\$17,326	\$180	21.3%	45.9%	30.0%	2.8%	10.4%	43.0%
\$20,000-\$25,000	16,543	7.2%	\$22,341	\$301	24.3%	44.0%	28.0%	3.6%	8.6%	43.8%
\$25,000-\$30,000	11,161	4.9%	\$27,348	\$430	28.4%	43.8%	23.1%	4.6%	8.0%	41.9%
\$30,000-\$40,000	13,548	5.9%	\$34,480	\$600	36.9%	39.6%	19.0%	4.5%	8.9%	41.7%
\$40,000-\$50,000	7,824	3.4%	\$44,617	\$830	48.3%	34.1%	14.6%	3.0%	11.5%	43.1%
\$50,000-\$75,000	9,785	4.3%	\$60,256	\$1,213	62.7%	25.1%	9.9%	2.3%	13.9%	43.7%
\$75,000-\$100,000	3,494	1.5%	\$85,482	\$1,899	72.2%	19.1%	7.2%	1.6%	16.1%	43.5%
\$100,000-\$200,000	2,592	1.1%	\$131,678	\$3,529	72.3%	20.3%	5.5%	1.9%	19.8%	40.5%
\$200,000-\$500,000	546	0.2%	\$282,499	\$9,723	68.1%	23.3%	6.2%	2.4%	20.8%	35.7%
\$500,000-\$1,000,000	82	0.0%	\$682,558	\$45,681	62.2%	25.6%	7.3%	4.9%	30.5%	28.0%
\$1,000,000 and over	41	0.0%	\$2,433,985	\$112,213	53.7%	34.1%	7.3%	4.9%	34.1%	29.3%
Total	229,315		\$19,177	\$328	18.4%	59.9%	19.5%	2.1%	7.5%	31.5%

NEW RETURNS FILED IN 2000 FOR TAX YEAR 1999

Total	223,341		\$18,902	\$336	18.9%	60.2%	18.5%	2.4%	7.5%	30.2%
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“NEW” Returns means that there was no return filed by the taxpayer in the previous filing year. This may or may not mean the filer is new to the state.

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
June 2001

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,629,993	168,176
Eagar	\$43,760	4,515	Surprise	104,065	10,737
Springerville	18,609	1,920	Tempe	1,490,862	153,821
St. Johns	32,566	3,360	Tolleson	42,995	4,436
<u>Cochise County</u>			Wickenburg	46,183	4,765
Benson	\$39,883	4,115	Youngtown	26,111	2,694
Bisbee	62,999	6,500	<u>Mohave County</u>		
Douglas	143,250	14,780	Bullhead City	\$261,107	26,940
Huachuca City	18,803	1,940	Colorado City	30,918	3,190
Sierra Vista	366,510	37,815	Kingman	162,528	16,769
Tombstone	13,618	1,405	Lake Havasu City	351,681	36,285
Willcox	34,242	3,533	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$49,139	5,070
Flagstaff	\$528,030	54,480	Pinetop-Lakeside	31,994	3,301
Fredonia	12,115	1,250	Show Low	67,729	6,988
Page	77,053	7,950	Snowflake	39,932	4,120
Williams	26,072	2,690	Taylor	25,733	2,655
<u>Gila County</u>			Winslow	104,482	10,780
Globe	\$68,407	7,058	<u>Pima County</u>		
Hayden	8,820	910	Marana	\$59,258	6,114
Miami	19,772	2,040	Oro Valley	190,519	19,657
Payson	106,653	11,004	Sahuarita	22,399	2,311
Winkelman	6,552	676	South Tucson	52,842	5,452
<u>Graham County</u>			Tucson	4,301,614	443,823
Pima	\$17,931	1,850	<u>Pinal County</u>		
Safford	85,030	8,773	Apache Junction	\$189,240	19,525
Thatcher	38,352	3,957	Casa Grande	202,373	20,880
<u>Greenlee County</u>			Coolidge	68,378	7,055
Clifton	\$29,028	2,995	Eloy	86,406	8,915
Duncan	7,124	735	Florence	110,394	11,390
<u>La Paz County</u>			Kearny	23,794	2,455
Parker	\$28,592	2,950	Mammoth	18,997	1,960
Quartzsite	19,433	2,005	Superior	33,777	3,485
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	\$220,701	22,771	Nogales	\$200,192	20,655
Buckeye	47,075	4,857	Patagonia	9,159	945
Carefree	22,156	2,286	<u>Yavapai County</u>		
Cave Creek	29,813	3,076	Camp Verde	\$72,352	7,465
Chandler	1,282,858	132,360	Chino Valley	60,848	6,278
El Mirage	55,643	5,741	Clarkdale	25,200	2,600
Fountain Hills	137,106	14,146	Cottonwood	63,435	6,545
Gila Bend	16,932	1,747	Jerome	4,458	460
Gilbert	575,115	59,338	Prescott	301,291	31,086
Glendale	1,769,938	182,615	Prescott Valley	155,492	16,043
Goodyear	89,653	9,250	Sedona	86,202	8,894
Guadalupe	52,900	5,458	<u>Yuma County</u>		
Litchfield Park	36,239	3,739	San Luis	\$77,789	8,026
Mesa	3,277,092	338,117	Somerton	56,447	5,824
Paradise Valley	120,648	12,448	Wellton	10,913	1,126
Peoria	722,698	74,565	Yuma	608,592	62,792
Phoenix	11,140,362	1,149,417	TOTAL	\$33,037,720	3,408,697
Queen Creek	29,774	3,072			

TABLE 3
Transaction Privilege and Severance Tax Returned to Cities/Towns
June 2001

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,341,082	202,705
Eagar	\$26,682	4,033	Surprise	204,088	30,848
Springerville	13,047	1,972	Tempe	1,049,452	158,625
St. Johns	21,627	3,269	Tolleson	32,908	4,974
<u>Cochise County</u>			Wickenburg	33,622	5,082
Benson	31,168	4,711	Youngtown	19,914	3,010
Bisbee	40,291	6,090	<u>Mohave County</u>		
Douglas	94,687	14,312	Bullhead City	223,413	33,769
Huachuca City	11,584	1,751	Colorado City	22,058	3,334
Sierra Vista	249,917	37,775	Kingman	132,775	20,069
Tombstone	9,950	1,504	Lake Havasu City	277,459	41,938
Willcox	24,697	3,733	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	32,531	4,917
Flagstaff	349,943	52,894	Pinetop/Lakeside	23,698	3,582
Fredonia	6,854	1,036	Show Low	50,910	7,695
Page	45,048	6,809	Snowflake	29,507	4,460
Williams	18,802	2,842	Taylor	21,012	3,176
<u>Gila County</u>			Winslow	62,984	9,520
Globe	49,527	7,486	<u>Pima County</u>		
Hayden	5,901	892	Marana	89,686	13,556
Miami	12,808	1,936	Oro Valley	196,493	29,700
Payson	90,109	13,620	Sahuarita	21,449	3,242
Winkelman	2,931	443	South Tucson	36,321	5,490
<u>Graham County</u>			Tucson	3,219,967	486,699
Pima	13,159	1,989	<u>Pinal County</u>		
Safford	61,078	9,232	Apache Junction	210,479	31,814
Thatcher	26,609	4,022	Casa Grande	166,880	25,224
<u>Greenlee County</u>			Coolidge	51,512	7,786
Clifton	17,175	2,596	Eloy	68,640	10,375
Duncan	5,372	812	Florence	112,828	17,054
<u>La Paz County</u>			Kearny	14,879	2,249
Parker	20,774	3,140	Mammoth	11,657	1,762
Quartzsite	22,190	3,354	Superior	21,528	3,254
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	237,399	35,883	Nogales	138,127	20,878
Buckeye	43,248	6,537	Patagonia	5,829	881
Carefree	19,365	2,927	<u>Yavapai County</u>		
Cave Creek	24,664	3,728	Camp Verde	62,527	9,451
Chandler	1,168,248	176,581	Chino Valley	51,836	7,835
El Mirage	50,341	7,609	Clarkdale	22,640	3,422
Fountain Hills	133,873	20,235	Cottonwood	60,728	9,179
Gila Bend	13,100	1,980	Jerome	2,177	329
Gilbert	725,748	109,697	Prescott	224,531	33,938
Glendale	1,447,645	218,812	Prescott Valley	155,706	23,535
Goodyear	125,114	18,911	Sedona	67,430	10,192
Guadalupe	34,588	5,228	<u>Yuma County</u>		
Litchfield Park	25,207	3,810	San Luis	101,369	15,322
Mesa	2,622,389	396,375	Somerton	48,071	7,266
Paradise Valley	90,400	13,664	Wellton	12,101	1,829
Peoria	716,929	108,364	Yuma	512,834	77,515
Phoenix	8,739,941	1,321,045	TOTAL	\$26,764,321	4,045,436
Queen Creek	28,554	4,316			

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